

FISCAL NOTE

HB 3247 - SB 3247

February 10, 2004

SUMMARY OF BILL: Imposes personal liability on directors, trustees, and members of the governing bodies of nonprofit cooperatives, corporations, clubs, associations and organizations when such corporate officers' conduct amounts to willful, wanton or gross negligence involving the mishandling of funds belonging to the corporation. In addition, when the court finds such corporate officers liable for willful, wanton or grossly negligent mishandling of corporation funds, the court shall impose a fine not to exceed \$1,000 for each instance of mishandling of funds.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Not Significant

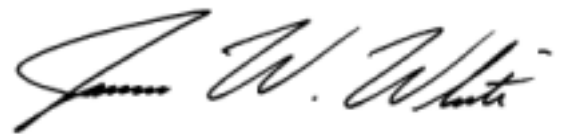
Increase Local Govt. Revenues - Not Significant

Estimate assumes:

- the bill would have no impact on the filing duties and functions of the Secretary of State relative to nonprofit corporations.
- any increase in revenues from the collection of a fine is estimated to be not significant. The bill provides for the court to impose a fine not to exceed \$1,000 for each instance of mishandling of funds. However, the bill does not specify who would receive that fine.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director

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